

July 1, 2002

Honorable Karl B. Kurtz
Director
Department of Health and Welfare
450 West State Street, 5th Floor
Boise, Idaho 83720-0036

Dear Director Kurtz:

We have determined that Idaho's application for Fiscal Year (FY) 2002 funds, under Part C of the Individuals with Disabilities Education Act (Part C), can be approved. Therefore, I am enclosing your State's Part C grant award.

The approval is based upon our receipt of your assurances for FY 2002. This includes the assurance from the Department of Health and Welfare that the statewide system of early intervention services required by Part C and its implementing regulations is in effect.

Part III of the FY 2002 application for Part C funds requested updated information about each State's restricted indirect cost rate. Based on that form, it is our understanding that you have a cost allocation plan that has been approved by your cognizant agency. However, we do not have evidence that your amended plan, referenced in the January 18, 2002 letter you attached, has been reviewed for compliance with the restricted rate requirements of 34 CFR §76.563-76.569. Those requirements apply to the Part C grant because IDEA has a nonsupplanting requirement. Please contact us within 30-days of the date of this letter with the name and number of the person in your agency responsible for negotiating the plan, and someone from our Department who works on indirect costs will call that person to discuss this issue.

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The enclosed grant award for FY 2002 is made with the continued understanding that this Office may, from time to time, require clarification of information within your application and appendices, if necessary. These inquiries are needed to allow us to appropriately carry out our administrative responsibilities related to Part C.

We appreciate your ongoing commitment to the provision of quality early intervention services to infants and toddlers with disabilities and their families.

Sincerely,

Stephanie S. Lee
Director
Office of Special Education Programs

Enclosure

cc: Mary Jones
Part C Coordinator